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# The Western Sahara Conflict: Morocco's Millstone

An Intelligence Assessment

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PA 79-10167 April 1979



# The Western Sahara Conflict: Morocco's Millstone (s)

An Intelligence Assessment

Research for this report was completed on 23 March 1979.

This assessment was prepared at the request of and coordinated with the National Intelligence Officer for the Near East and South Asia.

the Near East and South Asia.	

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#### The Western Sahara Conflict: Morocco's Millstone (s)

#### **Key Judgments**

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Morocco has lost the initiative in its errort to maintain		rai developments in the dispute seem plausible	051
its hold on the former Spanish Sahara in the face of	over	the next few years:	25X
unrelenting harassment by the guerrillas of the		graph and control and control and a second a	
POLISARIO Front. The tide of war is running in favor of	• G1	owing domestic opposition to the war in Morocc	ю
the POLISARIO, and we do not believe that Morocco will	may	within a year or so seriously weaken Hassan's	
be able to reverse this trend as long as the flow of	nego	tiating position. In the absence of negotiations,	
military supplies from Algeria continues and the	polit	ical, economic, and military constraints will pro-	b-
Algerian safehaven for POLISARIO guerrillas is main-		keep the conflict from escalating into a conven-	
tained. The Moroccan problems have been com-		al war.	25X <sup>-</sup>
pounded by Mauritania's withdrawal from the fight-			23/
ing, allowing the guerrillas to concentrate their	• T1	ne POLISARIO will continue to move at will throug	gh
offensive against the Moroccan-administered sector of		countryside, scoring occasional military successe	
the Western Sahara.		inflicting heavy casualties on Moroccan forces.	
. , e · · · · · · · · · · · · · · · · ·		e guerrilla attacks—notably those in southern	
POLISARIO'S 3,000 to 5,000 combatants are exploiting		occo proper—will have considerable propaganda	a.
the tactical advantages of the sparsely populated desert		e. For their part, Mauritanian forces will continu	
terrain, and while they probably cannot drive the		onor their cease-fire with the guerrillas and may	
Moroccan Army out of the Western Sahara, they can		out of their sector altogether.	
probably make the price of staying there unacceptable	Ĭ	Company Company Control of the Company of the Compa	
to Morocco	• Bı	loyed by the guerrillas' battlefield successes,	
**************************************		eria and the POLISARIO may become less and less	
King Hassan won popular support by his 1976	_	osed to compromise. A political settlement would	
annexation of Morocco's portion of the Western		t likely have to take the form of Moroccan	
Sahara, but since then the cost in men and resources		nowledgment of Saharan self-determination and	
has become a political liability. A political settlement		torial concessions to the new Saharan state.	
is badly needed, but he would lose considerable			
prestige f he were to back	• lf	a Saharan ministate were created in the	
down on his claims.		iritanian sector, such an arrangement would be	
and the second of the second o		able. POLISARIO leaders would view their minista	ite
Algeria's new leadership has not slackened from the	, as a	liberated zone from which they would continue	
late President Boumediene's commitment to the cause		r insurgency in the Moroccan Sahara. They wou	ld
of Western Saharan nationalism. Algeria continues to		to Algeria for military support when threatened	
refuse to recognize the Moroccan-Mauritanian annex-	by N	Morocco.	
ations and provides the POLISARIO guerrillas sanctuary		**************************************	
and material support. There appears to be little		ost countries have not acknowledged the partition	n
immediate prospect of a negotiated settlement to this		ne Sahara between Morocco and Mauritania, an	
conflict without the prodding of outside mediation.	the	POLISARIO'S government-in-exile will slowly gain	25X
The second se	broa	der recognition.	

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• Costly and embarrassing attacks from Algerianbased POLISARIO guerrillas seem likely to continue, and King Hassan may be pressured into a more aggressive policy toward Algeria. Given the military balance, which is greatly to Morocco's disadvantage, Hassan is likely to restrict cross-border operations to commando raids that carry minimal risks of drawing a major response from Algerian regular forces, but also afford only minimal promise of slowing the insurgency.

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### The Western Sahara Conflict:

Morocco's Millstone (s)

	After more than three years of conflict, Morocco's military capability to fight an effective counterguerrilla war has been seriously eroded. Moroccan forces are increasingly defensive minded and show little ability to detect and respond to concentrations of	Moroccan troops. The guerrillas would have to scale down their operations considerably if these supplies were reduced or cut off. The loss of Algerian military support would not mean the end of POLISARIO resist-
5×1 5×1	POLISARIO forces.	ance, but it would probably be reduced to a level that could be contained by the Moroccan forces.  25X1
	The POLISARIO forces are well armed and supplied. They have not yet attempted to occupy and hold territory, preferring to operate from bases in Algeria and thereby deny superior Moroccan forces a fixed target. The POLISARIO probably hopes that a protracted guerrilla war will force Rabat to accept a	The POLISARIO Front (The Popular Front for the Liberation of Saguia el Hamra and Rio de Oro) was formed in May 1973 by members of its predecessor organization, the Saharan Liberation Front, a guerrilla movement that opposed Spanish control of the
5X1	political settlement creating an independent Saharan state.  POLISARIO Military Advantages/Limitations	territory. The POLISARO'S goal, enunciated at its second congress in 1974, is the establishment of an independent, nonaligned, socialist Arab republic. In their drive for independence, POLISARIO militants have mobilized and politicized large numbers of Saharans
	The guerrillas continue to take advantage of their ability to move virtually at will through southern Morocco, Mauritania, and the Western Sahara. They also have benefited from the 10 July coup in Mauritania, which has resulted in a cease-fire in Mauritania and the Mauritanian-controlled section of the Sahara and allowed the POLISARIO forces to	and conducted an effective public relations campaign.  More important, the POLISARIO has grown in the past five years—with strong Algerian backing—from an insignificant band of fighters into a well-organized and equipped force that has driven Mauritania from the war and forced Morocco into a defensive posture. It has become a relatively independent political and military force that will have to be reckoned with in any
	enhance their logistic capability through the establishment of additional base camps. Since the coup in Mauritania, Moroccan casualties have increased to about 100 men killed per month. Moroccan troops based in Mauritania are not expected to undertake	The majority of POLISARIO partisans are Reguibat tribesmen, probably the most powerful of the Saharan peoples. They traditionally have followed a nomadic
5X1	offensive operations against the POLISARIO forces.	Saguia el Hamra and Rio de Oro were the former names of the two regions comprising the Spanish Sahara. The acronym is derived from the Spanish translation Frente Popular para la Liberacion de Saguia el Hamra y Rio de Oro.
5X1 .	The POLISARIO lacks the manpower base to pursue anything other than a guerrilla strategy. POLISARIO'S objective is not to defeat the Moroccans, but to force them to the bargaining table or to withdraw. The guerrilla forces are dependent on military aid primarily from Algeria, and to a lesser extent from Libya,	
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mission in Western Sahara.

lifestyle, ranging with their camels across wide ex-

Confidential ©

25X1 25X1	panses of northwest Africa. They are known for their ferocity, pride, and skill with firearms and have dominated the eastern part of the territory for some time.
25X1	
	tentative
	conclusions on its political orientation, ideology, and
25X⅓	objectives. The key figures are single-minded young
	men in their thirties who seem prepared to fight as long
25X1,	as necessary to achieve independence.
J	The dominant ideological orientation within the POLISARIO leadership reportedly is Arab nationalism. Secretary General Mohamed Abdelaziz and most

influential POLISARIO leaders stress non-Marxist Arab

socialism and unity, the fight for independence, and

struggle. POLISARIO leaders advocate a hardline mili-

nationalism as the main features of the POLISARIO

tary approach as the only effective means of achieving independence.

The POLISARIO Front has been concentrating on strengthening its shaky political credentials while conducting guerrilla operations against Morocco and, until last July, Mauritania. In February 1976 the POLISARIO Front announced the creation of the Saharan Democratic Arab Republic, in effect, a government-in-exile. The SDAR consists of a skeleton cabinet of little-known figures and a legislative council. The Front, however, is the dominant authority. A

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#### Saharan Democratic Arab Republic (SDAR)

Figure 1

President Mohamed Abdelaziz

### Council of Ministers (October 78)

Prime Minister
Mohamed al-Amin Ould Ahmed
(Lamine Amin)

Minister of Defense Ibrahim Ghali Ould Moustapha

Minister of Interior Mahjoub Laroussi (Mahfoud Ali Beiba)

Minister of Foreign Affairs Ibrahim Hakim (Hakim Adel)

Minister of Information
Mohamed Salem Ould Saleck

Minister Without Portfolio Mohamed Ould Sidati Secretary General of Ministry of Commerce Moulay Ahmed Ould Baba

Secretary General of Ministry of Communications and Energy Hamoudi Ahmed Ould Baba

Secretary General of Ministry of Education Ali Ould Mahmoud

Secretary General of Ministry of Health Saleck Ould Boubeh

#### Saharan National Council

President Sidi Ahmed Ould Mohamed

Vice President

Bashir Mustapha Siyed al-Quali

41 members,

including a 21-member Politburo

#### Countries That Recognize the SDAR

	Date
Algeria	3-6-76
Angola	3-11-76
Benin	3-9-76
Burundi	2-29-76
Congo	6-2-78
Equatorial Guinea	11-3-78
Ethiopia	2-24-79
Guinea-Bissau	376
Madagascar	376
Mozambique	376
North Korea	3-16-76
Panama	778
Rwanda	76
Sao Tome & Principe	6-20-78
Seychelles	1077
South Yemen	2-1-78
Tanzania	11-9-78
Togo	376
Vietnam	3-3-79

nine-member Executive Committee is the formal executive body, but we suspect the shadowy Revolutionary Command Council—perhaps an amalgam of the party's political and military wings—is the real power center.<sup>5</sup> There may be other influential bodies representing specific interest groups, for example, the commanders of fighting units based at Tindouf.

Nineteen governments recognize the Saharan Democratic Arab Republic. Eight, including Vietnam and Ethiopia, have granted recognition in the past 13 months, suggesting that the Front's diplomatic effort is gaining momentum. Morocco's decision in March to refuse to discuss further the Sahara issue in international forums inevitably will strengthen the POLISARIO'S position. Rabat's decision in March 1976 to break relations with Algiers served as a deterrent to recognition of the Saharan government-in-exile by

states that value relations with Morocco. Among the Arab states, only South Yemen has followed Algeria's lead in recognizing the SDAR.

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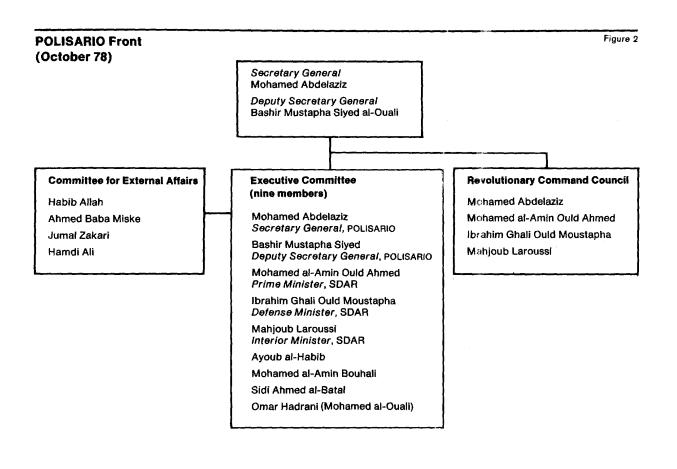
The Polisario leadership is closely allied politically to Algeria, with which it shares the common objective of 25X1 weakening Morocco. That tie, however, should not obscure the fact that Saharan nationalists have their own interests and objectives and are not mere appendages of Algiers.

An independent Saharan state would form close ties with Algeria and Libya, the latter probably the POLISARIO'S second most important backer, and would be heavily dependent on them for financial assistance. A new Saharan regime would probably emulate these states in establishing an Arab socialist political and

25X1

25X1<sup>-</sup>

3



economic system. It would seek close political ties with Mauritania Drops Out "progressive" Third World states and adopt a nonaligned posture. POLISARIO leaders would probably Coup and Disengagement retain interest in a relationship with the United States: The military coup in Mauritania on 10 July 1978 25X1 ended 18 years of rule by Moktar Ould Daddah and they appear to appreciate the US policy of denying brought to power a government committed to ending arms to Morocco for use in the Sahara. 25X1 Mauritania's involvement in the dispute over Western Sahara The leaders of an independent Western Sahara— 25X1 though presumably socialists—are probably not Moscow oriented. They might, however, be susceptible to The decision to east its lot with Morocco in partitioning efforts by the Soviet Union and Cuba to wield he territory of the former Spanish colony proved fatal influence locally. The USSR, Cuba, and other Como the Ould Daddah government. Algerian President Boumediene warned Daddah in November 1975 that munist states currently give limited political and siding with Morocco would be his undoing. As the nonmilitary support to the POLISARIO cause. This could provide an opening wedge for Communist penetration conflict unfolded in 1976, the POLISARIO Front shifted into a newly created Saharan state. The Soviets and the focus of its attacks to Mauritania, the weaker of its Cubans, however, might proceed cautiously for fear of causing strains in their relationship with Algeria and Morocco. 25X1 Secret

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25X1	two antagonists. The relentless pressure of the guerril- las on the poorly trained and equipped Mauritanian forces ultimately broke the Mauritanians' will to fight.  The new military government, led by President Mohamed Saleck, has, in effect, already withdrawn	<ul> <li>Mauritanian diplomatic recognition of the Saharan Democratic Arab Republic.</li> <li>By early March, Mauritania's talks with Algeria and the guerrillas appeared to have reached an impasse.</li> </ul>
25X1	from the war, and it appears determined to extricate Mauritania from the dispute altogether. Mauritania has worked to preserve a cease-fire that the guerrilla declared unilaterally last July shortly after the coup. Nouakchott's leaders have made a permanent peace the Western Sahara their overriding objective, but many key factors are beyond their control.  Moving cautiously in deference to Rabat, the Mauritanians have made extensive contacts with Algeria, the Polisario Front, and a number of potential mediators, including France, Libya, and Mali. Since the beginning of the year, the Mauritanial leadership, faced with growing Polisario impatience, has inched closer to a unilateral withdrawal from the Sahara. Public and private Mauritanian statements have indicated that Nouakchott now:  Accepts the principle of Saharan self-determination.  Would agree to a referendum under OAU or UN auspices.	Mauritania's courting of Algeria and the Polisario  Front has created strains in its relations with Raba 25 X1  Such is the intention of the Algerians and the guerrillas, who exploit each opportunity to drive a wedge between Rabat and Nouakchott.  25 X1  The obvious inability of Mauritania to continue its role in the costly conflict has encouraged Morocco to reassess its position and look for a political rather than military solution. Both Morocco and Mauritania now agree on the need for a negotiated settlement, but they diverge on tactics and Morocco is much tougher on terms. King Hassan recognizes that a harsh Moroccan reaction against Mauritanian peace feelers might backfire and drive Nouakchott to renounce its claims to its portion of the Western Sahara, leaving Rabat even more isolated internationally. For the near term, Mauritania will probably continue to press the Moroccans to take a more flexible approach toward negotiations in return for a pledge from Nouakchott not to conclude a separate peace with the guerrillas.
25X1 25X1	Admits tacit POLISARIO control of the Mauritanian sector of Western Sahara.	The principal constraint on Mauritanian freedom to seek a unilateral settlement is the presence in Mauritania of a 6,000- to 8,000-man Moroccan military force sent there in 1975-76 at the request of the Ould Daddah government. After the coup the new government requested their withdrawal. King Hassan grudgingly acceded, apparently in the belief that the 25×6 political costs internationally of using Moroccan forces in Mauritania to block a separate peace would be
		prohibitive.  25X6

		Manager than diamete in most derives from internal	ş
25X <sup>2</sup>	Economic Imperatives	Morocco on their dispute in part derives from internal power politics. President Bendjedid does not enjoy	
	From Nouakchott's perspective, renewal of hostilities	Boumediene's unchallenged authority and depends on	
	would be economically disastrous. Mauritania's deci-	the support of the Army Until power relationships are	
	sion to withdraw from the Saharan conflict was based	sorted out, Bendjedid and his military backers will	
	argely on its worsening economic situation. The war	probably hold fast to Boumediene's Saharan policy to	ř
	created severe strains on the budget in the past two		051/4
	years even though Saudi Arabia, Kuwait, and other	deny powerful rivals any exploitable openings.	25X1
	Arab countries provided \$400 million in financial	Alexander to the same and the Sahara	
	support. During this period an estimated 60 percent of	Algeria has no territorial claims on the Sahara,	.E.
1_,,	the budget was spent on defense, while nonmilitary	although it has steadfastly maintained that it is an	1
25X	spending was reduced by at least 20 percent.	interested party with political and security interests to protect. In keeping with its carefully cultivated	= :
	The state of the s	anticolonial image. Algeria has publicly supported a	÷
	The war cut deeply into Mauritania's foreign exchang	referendum on self-determination for the people of	
	earnings. Last year repeated guerrilla attacks against		0.537.4
	the vital iron ore rail line from the Zouerat mines to th	Sahara	25X1
	port of Nouadhibou sharply reduced iron ore exports.	The realities of Algeria's position are more complex;	
	Combined with falling iron ore prices, this cut into	Western Sahara is but one aspect of the larger	
	foreign exchange earnings. Iron ore export earnings for	problems of Algeria's relations with Morocco and	
	1977 were \$127 million below the average for the	Maghreb stability. Algiers opposes Moroccan absorp-	
25X	previous four years.	tion of the northern Sahara, with its rich phosphate	
	Alu 1 Wastam Sahara wayld	deposits, because this could reduce Algerian pre-	
05.	Although a settlement in the Western Sahara would	eminence in northwest Africa. The ideological diverg-	
25X	improve Mauritania's long-term economic prospects,	ence between socialist Algeria and the traditional	1
	several factors preclude a quick recovery. The price of	monarchy of Morocco has intensified their geopolitical	
	iron ore—which constitutes 86 percent of Mauritania's	competition. Moreover, the specter of an irredentist	
	exports—is depressed on world markets and is not expected to recover soon. Mauritania therefore will	Morocco, which has laid claim to part of Algeria, and	
	need to diversify its exports and encourage more	memories of the 1963 border war have not faded.	25X1
:	private participation—both foreign and domestic—in	internations of the 1703 column was made in	23A I
	development schemes. Saudi Arabia and other affluent	Views Toward a Peaceful Settlement	
	Arab states will remain necessary important sources of	Algeria's role will be crucial if there is to be a	
24.		negotiated settlement of the Western Sahara conflict.	
25×2	investment capital and imancial assistance	Only Algeria has the leverage to persuade the guerril-	
:	1	las to come to the conference table. The Algerians	
:	View from Algiers	provide the POLISARIO Front with vital military assist-	
	VIEW HOM Augicis	ance—sanctuary, arms, and training—without which	
	New Regime's Position Toward Conflict	the guerrillas' fighting capability would be seriously	
	There is no slackening of support for the POLISARIO	impaired.	25X1
	Front in the new Algerian Government under Chadli		20/(1
	Bendjedid, who was elected President on 7 February.	The chances are very slim that Algiers will decrease its	
	has become clear that Algerian support for the	support of the guerrillas in an effort to force them to	
	POLISARIO Front before President Houari Bou-	accept a settlement that falls short of Saharan self-	
	mediene's death was government policy as well as a	determination. There would seem to be little incentive	
25X		for Algiers to abandon a policy that is succeeding in	
_ [ ` `		weakening its regional rival at relatively little cost.	25X1
	The new leadership has emphasized continuity with	<del> </del>	*0EV4
	Boumediene's Saharan policy, implying support for		<sup>25</sup> X1
	maximum POLISARIO objectives. The inflexibility of		
<u> </u>	Algeria regarding a face-saving compromise with		•

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25X1		]
		the Sahara as vital in domestic political as well as
•		national strategic terms. Hassan links the successful
		absorption of the Sahara to his ability to compete with X1
	The Alexander Land Built of the Alexander Land	his primary geopolitical rival, Algeria. Having com-
	The Algerians have little interest in extricating Hassan	mitted his personal prestige, moreover, Hassan would
	from a war that is becoming an increasingly serious	lose considerable domestic support-
	political liability for him. They would probably prefer keeping the Moroccan Army bogged down in a long	he were to back away from Morocco's 25X
25X1	and costly insurgency in the hope that Moroccan	claims. 25X1
	military coup plotters, war-weary and disgruntled with	The King's chicative of chearling the mouth and according
	Morocco's mounting economic problems, will topple	The King's objective of absorbing the northern sector of the Western Sahara as an integral part of Morocco
	Hassan. Algerian leaders would see the end of the	is popular, but his failure to achieve results is not. The
	Alaouite dynasty as forestalling indefinitely Moroccan	unending conflict over mineral-rich Western Sahara is
	aspirations for hegemony in North Africa and clearing	Hassan's principal preoccupation. Complaints from
	the way for Algerian preeminence in the region.	Moroccan citizens about the costs of the war and fr25X1
		students about the sacrifices involved in holding on to
	Small Cost of the War	the Sahara have increased markedly. The King's 25X1
	Algiers can sustain its commitment to the POLISARIO a	moderate response to a highly embarrassing POLISARIO
	a relatively small cost. It presently provides financing	raid in late January on the southern Moroccan town 25 X 1
	arms aid, logistical support, and a haven for both	Tantan—even though intended to keep the door open
	POLISARIO fighters and some 20,000 to 40,000 refugee	for negotiations—evoked widespread criticism of the
	near Tindouf. Financing the insurgency has not been	government
	significant drain on Algerian resources and has not	25 🕅
	interfered with economic development, Algeria's num	
25X1	ber-one priority.	<del> </del>
		The principal constraint on Hassan in preserving his
	The proportion of Algeria's budget spent on national	hold on power is the loyalty of the armed forces. That
	defense fell from 14 percent in 1976 to 10 percent in	oyalty cannot be taken for granted; the leaders of the
	1978, the latter amounting to \$469 million. It is not	two coup attempts in 1971 and 1972 came from the
	clear that these figures include support for the	senior officer corps. Military officers, like their civilian
	POLISARIO Front. Such financial outlays, in any event.	counterparts, support Morocco's annexation of West-
	are probably small because the guerrillas have been	ern Sahara, but they are increasingly frustrated with
	supplied only with small arms, ammunition, and light	the unending guerrilla war there. The inevitable
25X1	cquipment.	strains on troops engaged in a no-win situation in the
		desolate Sahara have compounded other morale prob-
	Morocco's Limited Options	ems—poor discipline, lackluster leadership, and a
	Morocco's Eminted Options	poor logistics system. 25X1
	Political Repercussions	Hassan's options in reaching a resolution of the three-
	The stability of King Hassan's regime is closely tied to	year-long conflict that will leave his power intact are
	the outcome of his Saharan venture. Hassan com-	extremely limited. The Moroccan Army has demon-
	mitted his personal prestige to this policy. His success	trated its inability to bring the insurgency under
	in forcing Spain in 1975 to relinquish its Saharan	ontrol and is steadily losing ground to the guerrillas.
	province to Morocco and Mauritania greatly boosted	Hassan recognizes that a political settlement offers the
	his popular image initially, but enthusiasm has waned	only hope of extricating himself from this predicament.
•	in the face of military stalemate and rising costs. (s)	t is difficult, however, to visualize fruitful negotia-
		ions, given the inflexible positions of his opponents
	Morocco's leadership, despite setbacks in the war	and the leak of incentive to much them to communicate

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continues to view annexation of Morocco's portion of



Moroccan soldiers and equipment captured during raid on Tantan, Morocco

Unclassified

25X1 Hassan's ability to obtain a political settlement depends on a shared perception by all parties that a military solution is impossible and Morocco's willingless to make previously unpalatable territorial concessions. Algeria and the guerrillas may increasingly believe that a military solution in their favor is indeed possible. The cool response of Algeria's new leadership of the Moroccan Foreign Minister's peace feeler in an appen letter on 1 February does not augur well for an early negotiated settlement.

The declining fortunes of the Moroccan Army are converging with increasingly pressing domestic probems; together they encourage domestic opposition and weaken the King's position. In the absence of a political solution, the King's political skills will be severely tested in the year ahead.

At some point Hassan may conclude that the risk of continuing the present policy outweighs that of chang-

ing it. With the cooperation of or coercion from the Army, he may eventually try some bold initiative, including major concessions, to break out of his increasingly constricting predicament.

#### Economic Constraints

The Saharan venture is unlikely to divert popular opinion much longer from chronic economic problems of unemployment, inflation, and depressed wages, which are causing social unrest. The Western Sahara conflict has contributed to a marked downturn in Moroccan economic growth since late 1977 following five years of expansion. Other factors contributing to the economic slowdown are depressed prices for phosphates—Morocco's leading export—and European Community import restrictions on other Moroccan exports such as textiles.

\* Photograph from Algerie Presse.

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	Morocco's overall economic situation in 1979 appears	avoid unnecessarily alienating the Moroccans, with
25X1	considerably less favorable than it was two years ago. Foreign exchange holdings have declined steeply since mid-1977. Rabat has been forced to resort to large-scale foreign borrowing to finance a reduced version of an ambitious development program begun in 1975. Morocco's foreign indebtedness rose by about 50 percent to \$4 billion during 1977 and by September	whom they have negotiated a major deal involving phosphates. In addition, neither the Arab nor African nations were backing the Algerian position, and the Soviets did not want to be openly identified with a less-than-popular cause.
25X1	Sizable expenditures on military operations in the Western Sahara have aggravated budgetary problems Although a foreign-financed defense budget—\$800 million from Saudi Arabia alone—paid for many of the outlays through 1977, there have been large indirect costs that have fallen on the Moroccans. An estimated 40 percent of Morocco's 1978 budget of \$4.	The Soviets have longstanding and expanding military assistance programs, a substantial economic aid program, and significant trade ties with Algeria. The ntegration of Soviet military equipment into the Algerian armed forces and its reliance on Soviet echnical expertise have led to an expanded Soviet presence there. An estimated 1,000 Soviet military personnel and 2,500 civilians are currently in Algeria.  25X1
25X1 25X1	billion went for military expenditures, and the outlay i likely to be as high this year.  Morocco's financial problems reached crisis proportions after Saudi aid flows were cut in early 1978. Since then, the burden of the Saharan war and the military modernization program has weighed heavily on Morocco. This setback, if not overcome, will force King Hassan to reconsider how much longer Morocco can finance the war.	Even so, Algiers has been an inconsistent friend. It has publicly attacked Soviet aspirations in the Middle East and has rejected a special Soviet role among the ionaligned. The late President Boumediene periodically called for the removal of the Soviet as well as the JS Navies from the Mediterranean.
25X1	Involvement of Outside Powers  Soviet Role Soviet sympathy for the Algerian position on the Sahara issue is clear. The Soviets have supported Algeria's calls in the United Nations for self-determination for the Sahara, and they have collaborated with Libya in support of Algeria and the POLISARIO.	The Soviets have apparently decided that they have ittle to gain by more forthright support for Algiers, Ithough they remain a reliable source of military upplies. Although sympathetic to Algeria's interest in enying the Western Sahara to Morocco, Moscow has een publicly neutral on the issue in recent years and as withheld recognition of the Saharan Democratic Arab Republic. The Soviets do not want to risk their rowing economic stake in Morocco, and they will robably keep Algeria uncertain about Soviet backing I the event of hostilities.  25X1  he POLISARIO guerrillas currently count for little in Ioscow's calculations. The Soviets are undoubtedly ware of the movement's potential value, but they
	Indirect support of the POLISARIO offers several advantages to the Soviets. They have been able to avoid being pulled into deeper involvement in the crisis, particularly when direct clashes have occurred between Algerian/POLISARIO forces and Moroccan forces in the Sahara. The Soviets have also been able to	ecognize that Algeria wants to remain POLISARIO'S rincipal foreign backer. Moscow probably would not vant to jeopardize its ties with Algeria by seeking to affluence Algeria's POLISARIO clients. Moscow has not

	provided the POLISARIO any direct military support,	S	States moved dramatically to increase military ship-	• -
	but it has made no attempt to block Algeria's transfer		nents to Rabat, the Soviets would be under much	
[1	of Soviet weaponry to the guerrillas.	g	reater pressure to respond with substantial resupply	
ĊΤ.		C	of Algeria.	25X
	Political differences between Morocco and the USSR			20%
	over Soviet and Cuban activity in Africa have not	_	French Interests	
	curbed the growth of commercial dealings that could	I	President Giscard, like his predecessors, sees North	
	make Rabat the Soviet Union's most important	P	Africa as France's natural sphere of influence and	
	trading partner in Africa. The short-term prospects for	t	pelieves France has a special responsibility to ensure	
	Soviet political gains in Morocco are not good, but the	S	tability and preserve French and to a lesser extent	
	Soviets may see in their commercial relations the basis		Western interests there A durable solution would	
1	for influence over the longer term		xtricate France from a conflict that threatens	
•			xtemely important if not vital French interests. Many	
	Of enduring importance to both countries is the \$2		housands of French live and work in the former North	
	billion economic aid agreement signed in March 1978		frican colonies in positions ranging from senior	
	for the development of the Meskala phosphate de-		dvisers and company directors to mechanics and shop	
	posits. This 30-year arrangement—which could rise to		lerks	25X <sup>-</sup>
	\$9 billion with trade and credit transactions—is the		anathrida 1	20/(
	largest single accord Moscow has ever negotiated with		aris is primarily concerned that the moderate govern-	
	a Third World country. It underscores the importance		nent of King Hassan, which faces manifold domestic	
	to the Soviet agricultural program of developing a		nd foreign policy problems including the Western	
	stable source for this critical fertilizer component. A		ahara, will be replaced by a "progressive" regime as	
	fishing agreement was signed the following month		ifficult to deal with as Algeria. Although officially	
	after Moscow assured Algeria that the agreement did		eutral in the Western Sahara dispute, France is pro-	
	not contain an implicit recognition of Moroccan claims		Moroccan because of its economic interests in and	
	to Western Sahara territorial waters. Moscow has also		nilitary relationship with Morocco and the congruence	
	supplied to Morocco minor amounts of military		f French and Moroccan security interests elsewhere	
(1	equipment.		n Africa	25X <sup>-</sup>
	If the current level of fighting in the Sahara continues,		The French do not want a widening of the fighting in	
	the Soviets are likely to try to pursue their balancing		he Sahara nor a greate: French military role, but they	
	act. In order to reaffirm their credentials with the new		ave been frustrated by the impotence of the	
	regime in Algiers, they may expedite deliveries of arms		Mauritanian Army—which they have been helping to	
	to Algeria, but they would probably couple this with		rain—to control the POLISARIO or protect French	
1	intensified efforts to assuage Rabat.		nterests in Mauritania	25X <sup>-</sup>
` '				
	Should large-scale fighting break out, the Soviets		With the changes of government in Algeria and	
	would offer political backing to Algeria and probably		Mauritania, France has tried to adopt a more balanced	
	make at least a limited effort to resupply Algerian		osition. It has been acting as broker, but with little	
	arsenals. This might consist of some resupply flights		uccess. Paris wants to continue to improve its relation-	
	and an increased flow of seaborne arms deliveries.		hip with Algeria, with which it has more important	
	Nevertheless, Moscow is not likely to underwrite an	_	rade ties than it has with Morocco	25X <sup>2</sup>
(1	all-out Algerian military effort against Morocco.		`	
	· · · · · · · · · · · · · · · · · · ·	J	rance has demonstrated in the past, however, that it is	'i
	The attitude of the United States toward a Moroccan-		villing to risk Algerian hostility as well as domestic	
	Algerian conflict would have an important bearing on		nd international criticism by taking military action	• :
	Soviet policy. The Soviets do not currently view the		gainst the POLISARIO when it believes its interests are	
	Sahara issue as a superpower contest. But if the United		hreatened. In the winter of 1977-78 and again in May	

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25X1	1978 France carried out effective air strikes in retaliation against the POLISARIO in Mauritania for the taking of French hostages from the mining complex at Zouerat.  France wanted to display its determination to protect French citizens and demonstrate to pro-French governments in Africa that Paris would use force when necessary to safeguard its interests. The raids were	the Mediterranean coast of Morocco are coveted by Moroccans, and Madrid worries that friction with Rabat could provoke a "green march" against the enclaves. Spain is even more determined, however, to keep its Canary Islands—where Algiers has demonstrated an ability to stir up trouble among a small separatist group in order to apply pressure on Madrid to renounce the Sahara settlement. Spanish fishermen, moreover, are vulnerable to Moroccan-, Algerian-, and
25X1	well received by the French public, which greeted with enthusiasm the subsequent release of the French hostages. The government recognizes, however, that	POLISARIO-sponsored attacks as they ply the fishing grounds off the Saharan coast  25X
	military intervention usually pays few dividends do- mestically, especially should there be French casual- ties. Thus, France has been careful to emphasize the selective and defensive character of its strikes in	The transition to democracy in Spain has also brought pressure on the government from the socialists—the principal opposition party—who threw their support 25X
25X1	Mauritania.  Should military hostilities break out between Algeria	the Algerian-backed POLISARIO Front in 1977. Partly in order to protect his government from charges of favoring the Moroccan monarchy, Prime Minister Suarez has encouraged informal public contacts between the design of the part of the protect of
	and Morocco, France would support Morocco militarily—discreetly, if possible. The French have continually stressed the need for a political solution and initially would probably offer to mediate. If unsuccessful, they probably would expedite delivery o	tween leaders of his party and the POLISARIO; he also seemed to be moving toward a rapprochement with Algeria last fall when Boumediene's declining health interrupted negotiations.  25X
	previously ordered equipment to the Moroccans and might send some advisers. They might also provide pilots for restricted use in Morocco and the Western	Torn by conflicting pressures, Madrid is likely to stay aloof from direct involvement in any negotiations. The Spanish Government believes that Spain pulled out of
25X1	Sahara. Paris continues to promote the idea of an African mutual security organization, and the French might try to aid Morocco under the guise of an ad hoc African defense force.	the Sahara just in time to avoid a colonial war, and it is determined not to be drawn back into the fray. In the event of hostilities between Morocco and Algeria Spain would keep its distance, while possibly offering
	Spain's Residual Ties	to mediate. 25X
· ·	Madrid's policy toward the Western Sahara is also based on a need to maintain a rough balance in its relations with Morocco and Algeria. Spain continues to pay lipservice to the Madrid Tripartite Agreements of November 1975, in which Madrid surrendered administrative power over the Spanish Sahara to Morocco and Mauritania. This position is calculated to	Should a settlement create an independent Saharan state, Madrid would probably offer what limited financial and technical aid it could to bolster the new regime. The Spanish Government would hope that such support would be favorably received internationally. Spain's support to an independent Western Sahara would also assuage guilt feelings over the
25X1	please Morocco. Madrid has sought to hedge its bets and placate Algiers by insisting that sovereignty over the region resides with the people of the Sahara, whose aspirations toward independence must be determined in a UN-sponsored referendum.	precipitate withdrawal of Spanish forces in early 1976 and perhaps facilitate Spanish access to the phosphate deposits in the Sahara.  25X
,	Strong Spanish security interests in North Africa are closely tied to the struggle between Morocco and Algeria. The Spanish enclaves of Ceuta and Melilla on	

	_			2676
	Prospects		-	25X6
25X1	No Settlement in Sight  There seems to be little immediate prospect of a peaceful solution to the Saharan dispute, and the war is likely to drag on through its fourth year. Desultory settlement efforts between Morocco and Algeria had	_	The outlines of a political settlement are hard to	
25X1	stalled at the time of Algerian President Boumediene's death last December. Neither Morocco nor Algeria has yet shown a willingness to back away from its basic		visualize, given the present positions of the parties, and the likelihood is high that the insurgency will continue to threaten regional stability for some time.	25X1
25X1	position. Although changes of governments in Algeria and Mauritania might have been expected to break the stalemate, the dispute now seems even less tractable than when the war began more than three years ago.		Restraints Against a Moroccan-Algerian War Costly and embarrassing attacks on Moroccan territory from Algerian-based POLISARIO guerrillas no doubt will continue, and King Hassan may be pressured into a more aggressive military policy toward	25/1
	The continuing negotiating deadlock is attributable to several factors. Polisario military capabilities in the Western Sahara are growing relative to those of the increasingly frustrated, dispirited, and ineffectual Moroccan Army. The guerrillas' battlefield successes are reinforcing the Algerians in their rigid Saharan policy. The Algerians show no sign of considering the		Algeria. There is wide support in Morocco for direct strikes against POLISARIO sanctuaries near Tindouf in Algeria, even at the risk of war with Algeria.	25X1 25X1
25X1	withdrawal of their support to the guerrillas, the one pressure tactic that might compel the guerrillas to settle for something less than independence in all of the former Spanish Sahara. The POLISARIO Front seems more concerned with consolidating its military gains against an increasingly isolated Morocco than with formulating a negotiating position.		Hassan's military alternatives for mounting a punitive operation against Algeria appear as bleak as his options to reach a political settlement of the conflict with the POLISARIO. While the King may permit commando raids against POLISARIO outposts near the Algerian border to assuage public opinion, he is unlikely to mount operations that would draw Algerian	
	For his part, King Hassan is presently unwilling to consider compromises—self-determination and territorial concessions—that might encourage Algiers to press the guerrillas to adopt a more flexible posture.		regular forces into the fighting. Given Algerian military strength in the Tindouf area, the chances of a successful Moroccan conventional attack are slight, and the costs are likely to be high.	25X1
	Hassan is likely to continue to temporize, perhaps hoping that outside powers—France or the United States, for example—will encourage Algeria to chang its policies. He may also believe that he needs Arab mediation to provide a suitable framework to			25X1
25X6	rationalize territorial concessions in the interests of Arab unity.			
				25X1 •

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